

# **FISCAL NOTE**

## **SB 1793 - HB 1670**

March 1, 2005

**SUMMARY OF BILL:** Authorizes a title pledge lender to enter into a contract with a maximum interest rate of 36% of the original principal amount per annum. Excess interest collected as a result of a good faith error by the title pledge lender, the property pledge or title pledge agreement is voidable and excess interest paid is to be refunded to the borrower. Excess interest paid as a result of title pledge lender or agent circumventing the maximum interest rate will result in the property pledge or title pledge agreement being void and excess interest to be refunded to the borrower and the title pledge lender forfeits the right to collect any principal owed by the borrower.

### **ESTIMATED FISCAL IMPACT:**

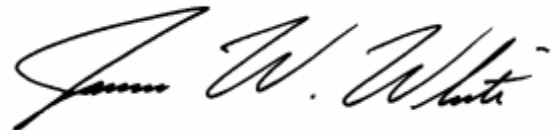
#### **MINIMAL**

Assumption:

- No fiscal impact on state or local governments.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James W. White". The signature is fluid and cursive, with the first name "James" and last name "White" clearly distinguishable.

James W. White, Executive Director